

**For:** Cotton State and County Offices and Cotton CMA's and LSA's

**COPS Modification That Provides Storage Credit Cap and Additional  
Information for Recording Cotton Offer Shipping Rates in APSS**

**Approved by:** Deputy Administrator, Farm Programs



**1 Overview**

**A Background**

Notice CN-1009 provided information about software modifications that will apply storage credit limits to 2006 and subsequent crop year upland cotton loan redemptions.

**B Purpose**

This notice provides State and County Offices and cotton CMA's and LSA's with additional information about:

- recording rates in APSS
- 2005 tariff storage rates for newly approved warehouses
- modified report that provides storage credit cap.

**C Contact**

State Offices shall direct questions about this notice to Julie Floriani, PSD, by either of the following:

- e-mail to [julie.floriani@wdc.usda.gov](mailto:julie.floriani@wdc.usda.gov)
- telephone at 202-720-8374.

Disposal Date	Distribution
December 1, 2007	Cotton State Offices; State Offices relay to County Offices and Cotton CMA's and LSA's
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## 2 COPS Modifications

### A Displaying Storage Cap Rate

Storage credit for 2006 and subsequent crop years will be the lower of:



- 2005 storage tariff rate
- applicable storage cap according to the following table.

Warehouse Location	Storage Rate Cap
Arizona and California	<ul style="list-style-type: none"> <li>• \$4.37/month</li> <li>• \$0.1437/day</li> </ul>
All other states	<ul style="list-style-type: none"> <li>• \$2.66/month</li> <li>• \$0.0875/day</li> </ul>

COPS has been modified to display the applicable storage credit cap that will apply to 2006 and subsequent crop year upland cotton loan redemptions.

Following is an example of the modified report that will be displayed when users access the CSA and Tariff – Receiving and Storage Rates Screen in COPS. This report is updated daily at 1:30 a.m., 8 a.m., 10 a.m., 12 p.m., 2 p.m., 4 p.m., and 6 p.m., c.s.t.

**CSA and Tariff - Receiving and Storage Rates**  
Tuesday, November 7, 2006 08:37:48 CST

United States Department of Agriculture  
**Cotton Online Processing System**

Crop Year: 2006 Warehouse Code= 1111 and sorted by warehouse code

Warehouse Code	Warehouse Name City and State County Name and Code	Master Warehouse Code	CSA Eff. Date	CSA Loan Receiving	CSA Loan Storage	CSA Loan Comp	Tariff Eff. Date	Tariff Receiving	Tariff Storage	Storage Credit Cap
111111	Cotton Warehouse	XXXXXX	09-01-2006	1.6000	2.9355	8.0000	09-01-2006	1.6000	3.2500	2.6600

Report Statistics:  
Number of States: 1  
Warehouses: 1

11 x 8.5 in

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### 3 Rates for Newly Approved Warehouses

#### A 2005 Rates for New Warehouses

When a new warehouse is approved to store CCC loan cotton, State Offices will receive an e-mail from DACO informing them of the approval and of approved tariff storage rates.

For warehouses that were first approved in 2006, a 2005 offer shipping rate must be established in APSS so that a comparison can be made to determine the lower of:

- 2005 storage rate
- applicable storage cap.

The 2005 offer shipping rate shall be equal to the 2006 storage credit cap for the warehouse as displayed in COPS according to subparagraph 2 A.

#### B List of Newly Approved Warehouses

The following table provides a list of warehouses that were newly approved for 2006.

Warehouse Code	Location
156006	Marianna, Lee County, Arkansas
167036	Wabash, Phillips County, Arkansas
167037	West Helena, Phillips County, Arkansas
177520	Fresno, Fresno County, California
284085	Lavonia, Franklin County, Georgia
346000	Unadilla, Dooly County, Georgia
518085	New Madrid, New Madrid County, Missouri
518512	Parma, New Madrid, Missouri
710526	Gaffney, Cherokee County, South Carolina
792036	Jackson, Madison County, Tennessee
792038	Jackson, Madison County, Tennessee
795006	Memphis, Shelby County, Tennessee
795007	Memphis, Shelby County, Tennessee
797660	Somerville, Fayette County, Tennessee
810535	Amarillo, Potter County, Texas
913054	Pasadena, Harris County, Texas

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### 4 Action Required

#### A CMA and LSA Action

CMA's and LSA's shall use the storage credit cap provided in COPS to calculate storage credits for 2006 and subsequent crop year cotton loan redemptions.

#### B County Office Action

County Offices shall:

- record 2006 **tariff storage rate** in the Offer Shipping Rates table in APSS according to 7-CN, paragraph 65

**Note:** Do **not** enter the storage credit cap rate.

- verify that 2005 tariff rates are recorded in APSS correctly by comparing 2005 rates established in APSS with the 2005 CSA and tariff rates in COPS
- **also** establish a 2005 rate record for warehouses that were approved for the **first time in 2006**.

Rates shall be entered according to the following table.

<b>OFFER shipping rate for...</b>	<b>IF warehouse was approved...</b>	<b>THEN enter...</b>
2006	in 2006	2006 tariff storage rate.
2005	in 2005	2005 tariff storage rate.
	for first time in 2006	2006 storage credit cap rate provided in COPS with an effective date of "9-1-05".

#### C State Office Action

State Offices shall ensure that County Offices:

- receive DACO notification of rate change and new warehouse approvals
- follow instructions provided in this notice.